

A Check if:

1 Consolidated return (attach Form 851) ☐
2 Personal holding co. (attach Sch. PH) ☐
3 Personal service corp. (see instructions) ☐
4 Schedule M-3 required (attach Sch. M-3) ☐

Use IRS label. Otherwise, print or type.
Name
BROKERAGE FIRM OF BOSTON
Number, street, and room or suite no. If a P.O. box, see instructions.
493100 WAREHOUSE WAY
City or town, state, and ZIP code
BOSTON MA 02120

B Employer identification number
40-9999999
C Date incorporated
07-04-1976
D Total assets (see instructions)
\$ 22,770,445

E Check if: (1) ☐ Initial return (2) ☐ Final return (3) ☐ Name change (4) ☐ Address change

Income	1a Gross receipts or sales	525,775,010	b Less returns and allowances		c Bal ▶	1c	525,775,010
	2 Cost of goods sold (Schedule A, line 8)					2	0
	3 Gross profit. Subtract line 2 from line 1c					3	525,775,010
	4 Dividends (Schedule C, line 19)					4	
	5 Interest					5	
	6 Gross rents					6	
	7 Gross royalties					7	
	8 Capital gain net income (attach Schedule D (Form 1120))					8	
	9 Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797)					9	
	10 Other income (see instructions - attach schedule)					10	
	11 Total income. Add lines 3 through 10					11	525,775,010
Deductions (See instructions for limitations on deductions.)	12 Compensation of officers (Schedule E, line 4)					12	225,000,000
	13 Salaries and wages (less employment credits)					13	101,197,000
	14 Repairs and maintenance					14	665,441
	15 Bad debts					15	
	16 Rents					16	66,422,720
	17 Taxes and licenses					17	12,655,400
	18 Interest					18	38,777,615
	19 Charitable contributions (see instructions for 10% limitation)					19	8,750
	20a Depreciation (attach Form 4562)		20a	1,448,550			
	b Less depreciation claimed on Schedule A and elsewhere on return		20b			20c	1,448,550
	21 Depletion					21	
	22 Advertising					22	
	23 Pension, profit-sharing, etc., plans					23	5,256,465
	24 Employee benefit programs					24	10,000,000
	25 Domestic production activities deduction (attach Form 8903)					25	
	26 Other deductions (attach schedule)			STATEMENT # 3		26	64,218,069
	27 Total deductions. Add lines 12 through 26					27	525,650,010
28 Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11					28	125,000	
29 Less: a Net operating loss deduction (see instructions)		29a					
b Special deductions (Schedule C, line 20)		29b			29c		
Tax and Payments	30 Taxable income. Subtract line 29c from line 28 (see instructions if Schedule C, line 12, was completed)					30	125,000
	31 Total tax (Schedule J, line 11)					31	32,000
	32 Payments: a 2004 overpayment credited to 2005	32a					
	b 2005 estimated tax payments	32b					
	c Less 2005 refund applied for on Form 4466	32c	(d Bal ▶	32d	
	e Tax deposited with Form 7004				32e		
	f Credits from: (1) Form 2439 (2) Form 4136				32f		
	33 Estimated tax penalty (see instructions). Check if Form 2220 is attached					33	
	34 Tax due. If line 32g is smaller than the total of lines 31 and 33, enter amount owed					34	32,000
	35 Overpayment. If line 32g is larger than the total of lines 31 and 33, enter amount overpaid					35	
36 Enter amount of line 35 you want: Credited to 2006 estimated tax ▶ Refunded ▶					36		

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature of officer _____ Date _____ Title _____

May the IRS discuss this return with the preparer shown below (see instructions)? ☐ Yes ☒ No

Paid Preparer's Use Only

Preparer's signature _____ Date _____ Check if self-employed ☐ Preparer's SSN or PTIN _____

Firm's name (or yours if self-employed), address, and ZIP code _____ EIN _____ Phone no. _____

Schedule A		Cost of Goods Sold (see instructions)	
1	Inventory at beginning of year	1	
2	Purchases	2	
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	
6	Total. Add lines 1 through 5	6	
7	Inventory at end of year	7	
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2	8	0
9a Check all methods used for valuing closing inventory:			
(i) <input type="checkbox"/> Cost			
(ii) <input type="checkbox"/> Lower of cost or market			
(iii) <input type="checkbox"/> Other (Specify method used and attach explanation.) ▶			
b Check if there was a writedown of subnormal goods ▶ <input type="checkbox"/>			
c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶ <input type="checkbox"/>			
d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO		9d	
e If property is produced or acquired for resale, do the rules of section 263A apply to the corporation? <input type="checkbox"/> Yes <input type="checkbox"/> No			
f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation <input type="checkbox"/> Yes <input type="checkbox"/> No			

Schedule C		Dividends and Special Deductions (see instructions)		(a) Dividends received	(b) %	(c) Special deductions (a) x (b)
1	Dividends from less-than-20%-owned domestic corporations (other than debt-financed stock)				70	
2	Dividends from 20%-or-more-owned domestic corporations (other than debt-financed stock)				80	
3	Dividends on debt-financed stock of domestic and foreign corporations				see instructions	
4	Dividends on certain preferred stock of less-than-20%-owned public utilities				42	
5	Dividends on certain preferred stock of 20%-or-more-owned public utilities				48	
6	Dividends from less-than-20%-owned foreign corporations and certain FSCs				70	
7	Dividends from 20%-or-more-owned foreign corporations and certain FSCs				80	
8	Dividends from wholly owned foreign subsidiaries				100	
9	Total. Add lines 1 through 8. See instructions for limitation					
10	Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958				100	
11	Dividends from affiliated group members and certain FSCs				100	
12	Dividends from controlled foreign corporations (attach Form 8895)				85	
13	Dividends from foreign corporations not included on lines 3, 6, 7, 8, 11, or 12					
14	Income from controlled foreign corporations under subpart F (attach Form(s) 5471)					
15	Foreign dividend gross-up					
16	IC-DISC and former DISC dividends not included on lines 1, 2, or 3					
17	Other dividends					
18	Deduction for dividends paid on certain preferred stock of public utilities					
19	Total dividends. Add lines 1 through 17. Enter here and on page 1, line 4 ▶					
20	Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on page 1, line 29b ▶					

Schedule E		Compensation of Officers (see instructions for page 1, line 12)			
Note: Complete Schedule E only if total receipts (line 1a plus lines 4 through 10 on page 1) are \$500,000 or more.					
(a) Name of officer	(b) Social security number	(c) Percent of time devoted to business	Percent of corporation stock owned		(f) Amount of compensation
			(d) Common	(e) Preferred	
1		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
2	Total compensation of officers				
3	Compensation of officers claimed on Schedule A and elsewhere on return				
4	Subtract line 3 from line 2. Enter the result here and on page 1, line 12				

Schedule J Tax Computation (see instructions)

1	Check if the corporation is a member of a controlled group	<input type="checkbox"/>	
Important: Members of a controlled group, see instructions.			
2a	If the box on line 1 is checked, enter the corporation's share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order):		
	(1) \$	(2) \$	(3) \$
b	Enter the corporation's share of:		
	(1) Additional 5% tax (not more than \$11,750)	\$	
	(2) Additional 3% tax (not more than \$100,000)	\$	
3	Income tax. Check if a qualified personal service corporation (see instructions)	<input type="checkbox"/>	3 32,000
4	Alternative minimum tax (attach Form 4626)		4
5	Add lines 3 and 4		5 32,000
6a	Foreign tax credit (attach Form 1118)	6a	
b	Possessions tax credit (attach Form 5735)	6b	
c	Credits from: <input type="checkbox"/> Form 8834 <input type="checkbox"/> Form 8907, line 23	6c	
d	General business credit. Check box(es) and indicate which forms are attached: <input type="checkbox"/> Form 3800 <input type="checkbox"/> Form(s) (specify) ▶	6d	
e	Credit for prior year minimum tax (attach Form 8827)	6e	
f	Bond credits from: <input type="checkbox"/> Form 8860 <input type="checkbox"/> Form 8912	6f	
7	Total credits. Add lines 6a through 6f	7	
8	Subtract line 7 from line 5	8	32,000
9	Personal holding company tax (attach Schedule PH (Form 1120))	9	
10	Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Form 8697 <input type="checkbox"/> Form 8866 <input type="checkbox"/> Form 8902 <input type="checkbox"/> Other (attach schedule) . . .	10	
11	Total tax. Add lines 8 through 10. Enter here and on page 1, line 31	11	32,000

Schedule K Other Information (see instructions)

1	Check accounting method: a <input type="checkbox"/> Cash b <input type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶	Yes	No	7	At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of stock of the corporation entitled to vote or (b) the total value of all classes of stock of the corporation? If "Yes," enter: (a) Percentage owned ▶ and (b) Owner's country ▶	Yes	No
2	See the instructions and enter the: a Business activity code no. ▶ b Business activity ▶ c Product or service ▶			c	The corporation may have to file Form 5472 , Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter number of Forms 5472 attached ▶		
3	At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) If "Yes," attach a schedule showing: (a) name and employer identification number (EIN), (b) percentage owned, and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year.			8	Check this box if the corporation issued publicly offered debt instruments with original issue discount . . . ▶ <input type="checkbox"/> If checked, the corporation may have to file Form 8281 , Information Return for Publicly Offered Original Issue Discount Instruments.		
4	Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? If "Yes," enter name and EIN of the parent corporation ▶			9	Enter the amount of tax-exempt interest received or accrued during the tax year ▶ \$		
5	At the end of the tax year, did any individual, partnership, corporation, estate, or trust own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) If "Yes," attach a schedule showing name and identifying number. (Do not include any information already entered in 4 above.) Enter percentage owned ▶ 0			10	Enter the number of shareholders at the end of the tax year (if 100 or fewer) ▶		
6	During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See sections 301 and 316.) If "Yes," file Form 5452 , Corporate Report of Nondividend Distributions. If this is a consolidated return, answer here for the parent corporation and on Form 851 , Affiliations Schedule, for each subsidiary.			11	If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here ▶ <input type="checkbox"/> If the corporation is filing a consolidated return, the statement required by Temporary Regulations section 1.1502-21T(b)(3) must be attached or the election will not be valid.		
				12	Enter the available NOL carryover from prior tax years (Do not reduce it by any deduction on line 29a.) ▶ \$		
				13	Are the corporation's total receipts (line 1a plus lines 4 through 10 on page 1) for the tax year and its total assets at the end of the tax year less than \$250,000? If "Yes," the corporation is not required to complete Schedules L, M-1, and M-2 on page 4. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year. ▶ \$		

Note: If the corporation, at any time during the tax year, had assets or operated a business in a foreign country or U.S. possession, it may be required to attach **Schedule N (Form 1120)**, Foreign Operations of U.S. Corporations, to this return. See Schedule N for details.

Note: The corporation is not required to complete Schedules L, M-1, and M-2 if Question 13 on Schedule K is answered "Yes."

Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1	Cash		467,000		174,275
2a	Trade notes and accounts receivable				
b	Less allowance for bad debts	()		()	
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities (see instructions)				
6	Other current assets (attach schedule)		557,375		12,284,981
7	Loans to shareholders				
8	Mortgage and real estate loans				
9	Other investments (attach schedule)		1,975,625		1,875,425
10a	Buildings and other depreciable assets	8,000,000		9,248,666	
b	Less accumulated depreciation	(3,500,000)	4,500,000	(4,948,550)	4,300,116
11a	Depletable assets				
b	Less accumulated depletion	()		()	
12	Land (net of any amortization)				1,850,000
13a	Intangible assets (amortizable only)			1,310,648	
b	Less accumulated amortization	()		()	1,310,648
14	Other assets (attach schedule)				975,000
15	Total assets		7,500,000		22,770,445
Liabilities and Shareholders' Equity					
16	Accounts payable		500,000		4,615,076
17	Mortgages, notes, bonds payable in less than 1 year		1,250,000		2,750,000
18	Other current liabilities (attach schedule)				1,148,187
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more		2,750,000		11,037,182
21	Other liabilities (attach schedule)				
22	Capital stock: a Preferred stock				
b	Common stock	250,000	250,000	250,000	250,000
23	Additional paid-in capital				95,000
24	Retained earnings-Appropriated (attach schedule)				
25	Retained earnings-Unappropriated		2,750,000		2,875,000
26	Adjustments to shareholder's equity (attach schedule)				
27	Less cost of treasury stock		()		()
28	Total liabilities and stockholders' equity		7,500,000		22,770,445

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return(see instructions)			
1	Net income (loss) per books	93,000	7 Income recorded on books this year not included on this return (itemize): Tax-exempt interest \$ _____ _____ _____
2	Federal income tax per books	32,000	
3	Excess of capital losses over capital gains		
4	Income subject to tax not recorded on books this year (itemize): _____ _____ _____		
5	Expenses recorded on books this year not deducted on this return (itemize): a Depreciation \$ _____ b Charitable contributions \$ _____ c Travel and entertainment \$ _____ _____ _____		8 Deductions on this return not charged against book income this year (itemize): a Depreciation \$ _____ b Charitable contributions \$ _____ _____ _____
6	Add lines 1 through 5	125,000	
9	Add lines 7 and 8		
10	Income (page 1, line 28)-line 6 less line 9		
			125,000

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)			
1	Balance at beginning of year	2,750,000	5 Distributions: a Cash b Stock c Property
2	Net income (loss) per books	93,000	
3	Other increases (itemize): _____ _____ 44,000		
		44,000	
4	Add lines 1, 2, and 3	2,887,000	6 Other decreases (itemize): _____
			7 Add lines 5 and 6
			8 Balance at end of year (line 4 less line 7)
			2,875,000



Form 355SC Domestic or Foreign Security Corporation Return

2005

Massachusetts
Department of
Revenue

For calendar year 2005 or taxable year beginning

ending

U.S. Principal Business Code

Federal Identification number (FID)

☐ Check if corporation is a Regulated Investment Company

Name of corporation: ▶

Principal business address:

Principal business address in Massachusetts:

Check appropriate box (see instructions):

1. Is the corporation incorporated within Massachusetts? ☐ Yes ☐ No
3. ☐ Class 1 security corporation ☐ Class 2 security corporation
5. Date business began in Massachusetts ▶
7. Average number of employees in Massachusetts ▶
8. Has the U.S. government changed your taxable income for any prior year which has not yet been reported to Massachusetts? ☐ Yes ☐ No
9. Corporation's books are in the care of Title
10. If first return: ☐ new business ☐ business had predecessor
11. If final return: ☐ business terminated ☐ business has successor
- If applicable, enter name, address, state of incorporation (if any) and Federal Identification number of predecessor or successor.
12. Has there been any significant change in your corporate activities since you were last granted security corporation status? ☐ Yes ☐ No
If "Yes", please enclose a statement explaining these changes.
13. Has this corporation elected to file or participate in the filing of a U.S. consolidated return? ☐ Yes ☐ No. FID of parent
14. U.S. form(s) and schedule(s) filed for this tax year: ☐ 1120 ☐ 1120-A ☐ 1120RIC ☐ 851 ☐ 5471 ☐ 1120S

Computation of Excise

Use whole dollar method

1. Total U.S. income (from U.S. Form 1120 or 1120-A)	▶ 1	
2. State and municipal bond interest not included in line 1	▶ 2	
3. Adjustments to income. See instructions (enclose schedule)	▶ 3	
4. Massachusetts gross income. Add lines 1 through 3	4	
5. Class 1 excise, if applicable (line 4) \$ × .0033	5	
6. Class 2 excise, if applicable (line 4) \$ × .0132	6	
7. Excise before credits (line 5 or 6, whichever applies)	7	
8. Vanpool Credit (Schedule H, line 11b)	▶ 8	
9. Vanpool Credit carryover (Schedule H, line 27b)	▶ 9	
10. Full Employment Credit (Schedule FEC, line 23)	▶ 10	
11. Historic Rehabilitation Credit (enclose documentation)	▶ 11	
12. Total credits. Add lines 8 through 11	▶ 12	
13. Excise after credits. Subtract line 12 from line 7	13	
14. Minimum excise (cannot be prorated)	14	456
15. Excise due before voluntary contribution (line 13 or line 14, whichever is larger)	15	
16. Voluntary contribution for endangered wildlife conservation	▶ 16	
17. Excise due plus voluntary contribution. Add lines 15 and 16	▶ 17	
18. 2004 overpayment applied to 2005 estimated tax	▶ 18	
19. 2005 estimated tax payments (do not include amount in line 18)	▶ 19	
20. Payments made with extension	▶ 20	
21. Amount overpaid. Subtract line 17 from total of lines 18 through 20	21	
22. Amount of line 21 to be credited to 2006 estimated tax	▶ 22	
23. Amount of line 21 to be refunded. Subtract line 22 from line 21	▶ 23	
24. Balance due. Subtract total of lines 18 through 20 from line 17	24	
25. M-2220 penalty ▶ Other penalties ▶ Total penalty	25	
26. Interest on unpaid balance	▶ 26	
27. Total payment due at time of filing. Make remittance payable to Commonwealth of Massachusetts	▶ 27	

Under penalties of perjury, I declare that to the best of my knowledge and belief, this return and enclosures are true, correct and complete.

Signature of appropriate officer (see instructions)

Date

Social Security number

Title

Signature of paid preparer

Date

Employer Identification number

Address

If you are signing as an authorized delegate of the appropriate corporate officer, check here ☐ and enclose Massachusetts Form M-2848, Power of Attorney. Privacy act notice available upon request. This return, together with payment in full, is due on or before the fifteenth of the third month after the close of the taxable year, calendar or fiscal. Mail to: **Massachusetts Department of Revenue, PO Box 7067, Boston, MA 02204.**

Schedule A

Assets

		Balance sheet as of	
		a. Beginning of tax year	b. End of tax year
1.	Cash	1	
2.	Federal and state government obligations.	2	
3.	Other current assets (enclose schedule)	3	
4.	Other investments (enclose schedule)	4	
5.	Buildings and other fixed depreciable assets (enclose schedule)	5	
6.	Accumulated depreciation of fixed depreciable assets	6	
7.	Net value of depreciable assets. Subtract line 6 from line 5.	7	
8.	Land (net of any amortization)	8	
9.	Intangible assets (amortizable only)	9	
10.	Accumulated amortization of intangible assets	10	
11.	Net value of intangible assets. Subtract line 10 from line 9	11	
12.	Other assets (enclose schedule)	12	
13.	Total assets. Add lines 1 through 4, 7, 8, 11 and 12	13	

Liabilities and Capital

14.	Accounts Payable	14	
15.	Mortgages, notes, bonds payable in less than 1 year	15	
16.	Other current liabilities (enclose schedule)	16	
17.	Mortgages, notes, bonds payable in 1 year or more	17	
18.	Other liabilities (enclose schedule)	18	
19.	Preferred capital stock	19	
20.	Common capital stock	20	
21.	Paid-in or capital surplus	21	
22.	Retained earnings — appropriated (enclose statement)	22	
23.	Retained earnings — unappropriated	23	
24.	Total liabilities and capital before treasury stock deduction. Add lines 14 through 23	24	
25.	Cost of treasury stock	25	
26.	Total liabilities and capital. Subtract line 25 from line 24	26	

Ownership Information

1. At any time during the taxable year, was more than 50% of the voting stock:

a. of another corporation owned by your corporation? ☐ Yes ☐ No.

b. of your corporation owned by any single entity? ☐ Yes ☐ No.

(For rules of attribution, see Section 267(c) of the Internal Revenue Code.)

(If 1(a) or 1(b) is "Yes," enclose an ownership schedule. See instructions.)

2. At any time during the taxable year:

a. Was any amount owed by your corporation during the taxable year? ☐ Yes ☐ No. If "Yes," enter amount \$ _____

b. Was any amount owed to your corporation during the taxable year? ☐ Yes ☐ No. If "Yes," enter amount \$ _____

Note: "Amount owed" includes loans, accounts receivable and accounts payable.

Corporate Disclosure Schedule

1. Enter the amount for charitable contributions (from U.S. Forms 1120, 1120-A, or 1120RIC)

2. Enter the amount of the deduction for federal research expenses (from U.S. Forms 1120, 1120-A, or 1120 RIC) allowed under IRC sec. 174, plus the credit for research allowed by IRC sec. 41

3. Enter any accelerated depreciation (ACRS, MACRS, etc.) allowed as a federal deduction for this tax year.	Equipment	Rental housing	Buildings (other than rental housing)	Pollution control facilities
	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
4. Enter depreciation for the property included in line 3, calculated according to generally accepted accounting principles.	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
5. Subtract line 4 from line 3. Enter result	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>

Note: An exact copy of U.S. Forms 1120, 1120-A, or 1120 Ric including all applicable schedules and forms required to substantiate the Massachusetts excise must be made available to the Department of Revenue upon request. Any changes or amendments to any U.S. amount must be explained in detail.